

Fiscal Note



Fiscal Services Division

<u>HF 590</u> – Motor Vehicle Driver, Texting as Primary Offense (LSB2062HV) Analyst: Michael Guanci (Phone: (515)725-1286) (<u>michael.guanci@legis.iowa.gov</u>) Fiscal Note Version – New

Description

<u>House File 590</u> expands lowa Code section <u>321.276</u> to prohibit a driver from using any electronic communication device while operating a motor vehicle, unless the motor vehicle is at a complete stop off the traveled portion of the road, or the driver is using the device in a handsfree mode. The Bill changes operating an electronic communication device while driving from a secondary offense to a primary offense. House File 590 allows a law enforcement officer to pull over a driver exclusively for violation of this provision. A person found in violation of this statute is subject to a scheduled fine of \$30.

Additional provisions:

- Violations under this Bill will be considered a moving violation. Under lowa Code section 321.555, six or more of the same violation within a two-year period may result in an administrative hearing to determine if the individual is found to be a habitual offender. Habitual offender status drivers are subject to periods of license revocation under lowa Code section 321.560. A person in violation of the Bill will be issued a warning memorandum prior to July 1, 2018.
- The Department of Transportation (DOT), in cooperation with the Department of Public Safety (DPS), will establish an educational program to foster compliance with this Bill.
- Between July 1, 2017, and June 30, 2018, individuals in violation of the Bill will be issued a warning memorandum.

Background

Current law prohibits the use of a hand-held electronic communication device to write, send, or read a text message while operating a motor vehicle. Per lowa Code section 321.276(5), this offense is considered a secondary offense, and may not be the sole reason for a law enforcement officer to initiate a traffic stop. In FY 2016, 242 drivers were convicted of using a hand-held electronic communication device while operating a motor vehicle. The current scheduled fine for a violation of lowa Code section 321.276 is \$30.

Assumptions

- The number of convictions for this offense is estimated to increase once it becomes a primary offense.
- The state of Utah enacted a similar law beginning in May 2014. In CY 2016, Utah issued 2,792 convictions for using a hand-held wireless communication device while driving. Utah has 1.9 million drivers. Utah's conviction rate was 145.9 per 100,000 licensed drivers.
- lowa has 2.2 million drivers. This estimate assumes that lowa drivers will be convicted at the same rate as Utah drivers, with an estimated 1,600 violations in FY 2019 and 3,200 violations in FY 2020.
- This Bill will be effective July 1, 2017. Scheduled fines under current lowa Code section 321.276 will be administered to violators prior to the effective date.
- A lag time of six months is assumed from the effective ticketing date of July 1, 2018, before the first violations are collected. The collection rate for scheduled violations is 80.4%.
- Court costs are estimated to be \$60 per violation.

 A 35.0% Criminal Penalty Surcharge is applied to the fine, 95.0% of which is remitted to the State. The remaining 5.0% is remitted to the county or city where the violation occurred. Of the amount remitted to the State, 17.0% is deposited into the Victim Compensation Fund and 83.0% is deposited into the State General Fund.

Correctional Impact

This Bill makes using a hand-held electronic communication device while driving a primary offense, although the penalty for the offense remains a scheduled fine. Therefore, there is no correctional impact.

Minority Impact

The minority impact of House File 590 is unknown. Under current law, Caucasians received 76.0% of tickets, African Americans received 2.5%, Latinos 2.0%, Asians 2.0%, and 17.4% were unknown.

Fiscal Impact

It is estimated that House File 590 will increase revenue to the State General Fund, the Victim Compensation Fund, and local jurisdictions. Revenue from the fines levied, court costs, and a portion of the surcharge will go to the General Fund. The table below provides a breakdown of the estimated fiscal impact of House File 590 by fiscal year.

House File 590 Estimated Fiscal Impact								
	Cur	rent Law	Proposed Law					
General Fund	Est.	FY 2017	FY 2018		FY 2019		FY 2020	
Penalty Revenue	\$	6,850	\$	0	\$	38,592	\$	77,184
Surcharge Revenue		1,890		0		10,650		21,301
Court Costs		13,700		0		77,184		154,368
Subtotal	\$	22,441	\$	0	\$	126,426	\$	252,853
Other								
Victim Comp. Fund	\$	387	\$	0	\$	2,181	\$	4,363
Local Jurisdiction		120		0		675		1,351
Grand Total	\$	22,948	\$	0	\$	129,282	\$	258,567

The number of habitual offenders subject to license revocations that will qualify for license reinstatement after paying the civil penalty is expected to be minimal.

Sources

Department of Human Rights, Division of Criminal and Juvenile Justice Planning Federal Highway Administration Utah Courts
LSA Calculations

/s/ Holly M. Lyons

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The fiscal note for this Bill was prepared pursuant to Joint Rule 17 and the Iowa Code. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.